

1 Q. (Re: October 2014 Evidence submitted as part of Application) Please provide the
 2 same table on page 5 with the annualized cost of generation based on the new 120
 3 MW combustion turbine under construction at Holyrood.

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 6 A. The table below provides the annualized cost of generation based on the \$119
 7 million cost for the new combustion turbine at Holyrood. Please note that although
 8 the table provides the calculated marginal generation capacity costs based on the
 9 cost of the new combustion turbine, Hydro does not view these costs as accurately
 10 reflecting future marginal costs of capacity for system planning.

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	Annualized Cost of Generation	Forecast LOLH	Marginal Generation Capacity Cost
	Current Dollars/kW		Current Dollars/kW
	(1)	(2)	(3)
			(1)*(2)/Target LOLH
2015	\$132	0.73	\$34
2016	\$134	0.99	\$47
2017	\$137	1.31	\$64

- Notes:
1. Modelled as per NERA (2006)
 2. CT costing as per new Holyrood CT unit.
 3. Target LOLH is 2.8
 4. Forecast LOLH's with CT available for winter 2014/15